2 SENERAL EXPENSES Included in general expenses are the followings- Advertising 162, 122	80
Included in general expenses are the following-	
Admin fess - External 724,674 Admin fess - External 724,674 Audif fess - Internal 18ank charges 164,625 Brochures - Council 1,1552 Chemicals & gasses 6,540 Childran holiday programme 3,177 Clivic entraliment 53,335 Confisernos fess 15,670 Cash handling fes 151,066 Confisernos fess 151,670 Cash handling fes 151,066 Confisernos fess 151,670 Cash handling fes 151,066 Conmission : Sale pre-paid Electricity 173,022 Descorations 11,367 Descorations 11,367 Disconnection fess 6,240 Disconnection fess 6,2240 Disconnection fess 6,2240 Disconnection fess 6,2240 Disconnection fess 12,368 Cash handling fes 151,066 Cash sale fest 151,066 Cash fest 151,067 Cash fest 151,066 Cash fest 151,067 Cash fest	
Adulfi fees - External 724,674 Audif fees - Internal 8 Bank charges 104,625 Brochures - Council 1,1852 Chemicals & gasses 6,540 Children holiday programme 3,777 Chemicals & gasses 15,870 Children holiday programme 3,777 Colic carlestandimment 58,335 Conference fees 15,670 Cash handling fee 151,086 Commission : Sale pre-paid Electricity 173,024 Decorations 6,8,977 Delivery - Consumer accounts 6,8,977 Delivery - Consumer accounts 6,8,977 Delivery - Consumer accounts 11,367 Delivery - Consumer accounts 12,8,961 Expendable fools 2,8,961 Expendable fools 3,975 Fruites and wasteful expenses 11,7,617 Hinr of offices 11,7,617 Hinr of offices 11,7,617 Hinr of offices 11,7,617 Hinr of offices 11,7,617 Hinr of mices 12,8,961 Hinr of mices 12,961 Hinr of mices 12,961 Hinr of mices 12,961 Hinr of	207,192
Audit fees - Internal Pack	-
Bank charges 164 825 Brochures - Countil 1,852 Chemicals & gasses 6,540 Children holiday programme 3,177 Civic entertainment 58,335 Conference fees 151,086 Cash handling fee 151,086 Commision - Sale pre-paid Electricity 173,024 Decorations 68,807 Disconnection fees 62,240 Digging of graves 4,000 Children - Consumer accounts 28,818 Expendable tools 28,818 Expendable tools 28,818 Free basic Services - Electricity 337,831 Freitless and wastful expenses 45,818 Hire of equipment 455,187 Hire of equipment 455,187 Hire of equipment 15,817 Hire of equipment 455,187 Hire of equipment 455,187 Hire of equipment 45,818 Hire of equipment 45,818 Hire of equipment 45,818 Hira of equipment 45,868 Indigent	799,164
Brochurs - Council	486,879
Chemicals & gasses 6,540 Children holiday programme 3,177 Civic enterlatimment 58,335 Conference fees 15,1086 Cambialon: Sale pre-paid Electricity 173,002 Decorations 68,807 Delivory-Consumer accounts 68,807 Disconnection fees 52,240 Ologing of graves 4,000 Christal amment / Refreshments 26,861 Expendable tools 26,861 Free basic Services - Electricity 337,831 Freitless and wasteful expanses 43,388 Hire of equipment 45,187 Hire of equipment 45,683 <	190,915
Children holiday programme (100 can thandling fee 15,000 can handling fee 15,000 can handling fee 15,000 can handling fee 15,000 can handling fee 15,000 commission : Sale pre-paid Electricity 173,024 becorations 11,367 belivery - Consumer accounts 68,807 belivery - Consumer accounts 68,807 belivery - Consumer accounts 68,807 belivery - Consumer accounts 122,600 commercion fees 62,240 bigging of graves 4,000 can feet feet feet feet feet feet feet fee	7,753
Civic entertainment 58,335 Conference fees 15,670 Cash handling fee 151,086 Commission: Sale pre-paid Electricity 173,024 Decorations 68,807 Disconnection fees 62,240 Diagree 4,000 Entertainment / Refreshments 28,861 Expendable fools 28,861 Free basic Services Electricity 337,831 Friultes and Wasteful expenses 49,398 Hire of equipment 455,187 Hire of equipment 158,683 Hire of offices 17,617 Hill/AIDS Projects 7,439 Indigent related 188,683 Indigent related 48,588 Insurance 527,745 Legal expenses 278,447 Legal mayoral sports cup 43,456 Medical examination fees 1,884 Memberariap fees 179,568 Official photographs 179,568 Printing and stationery 513,766 Printing and stationery 513,796 Prinu	=
Conference fees 15,670 Cash handling fee 151,086 Commission: Sale pre-paid Electricity 173,024 Decorations 11,387 Delivery- Consumer accounts 68,807 Disconneacion fee 22,240 Digging of graves 4,000 Entertainment Refreshments 28,881 Expendable tools 28,881 Free basic Services: Electricity 337,831 Free basic Services Selectricity 45,387 Hire of dequipment 455,187 Hire of dequipment 455,881 Indigent treider 188,663 Indigent treider 188,663 Indigent treider 188,663 Indigent treider 42,642 License fees 12,644 <td< td=""><td>7 700</td></td<>	7 700
Cash handling fee 151,086 Commission: Sale pre-paid Electricity 173,024 Decorations 68,807 Disconnection fees 62,240 Digging of graves 4,000 Expendable fools 28,681 Expendable fools 28,681 Free basic Services: Electricity 337,831 Fruitless and wasteful expenses 49,398 Hire of offices 17,617 Hirlo of offices 17,617 HIVI/AIDS Projects 7,439 Indigent trailer 186,663 Indigent trailer 186,663 Insurance 527,745 Legal expenses 278,447 Library material 43,746 License fees 179,588 License fees 179,588 Local mayoral sports cup 423,649 Medical examination fees 1,844 Medical examination fees 1,894 Medical examination fees 1,894 Official photographs 4,26 Pauper burials 4,28 Parper burials	7,799 14,527
Commission: Sale pre-paid Electricity 11,387 Delivery- Consumer accounts 68,807 Disconnection fees 62,240 Digging of graves 4,000 Entertainment / Refleshments 126,861 Expendable tools 28,681 Free basic Services - Electricity 337,831 Freu Basic Services - Electricity 337,831 Freu Basic Services - Electricity 455,187 Hill of dequipment 455,187 Hill of dequipment 455,187 Hill of dequipment 168,663 Hill of dequipment 168,663 Indigent burials 485,668 Indigent burials 485,668 Indigent burials 485,668 Indigent burials 43,746 License fees 276,447 License fees 126,447 License fees 179,588 License fees 179,588 Official photographs - Periodicials 4,426 Pauper burials 6,399 Promotional material 6,399	64,950
Decorations 11,387 Delivery Consumer accounts 68,807 Disconnection fees 62,240 Disgring of graves 4,000 Expendable tools 28,681 Free basic Expendable tools 37,831 Fruitless and wasteful expenses 46,383 Hire of offices 17,617 HIV/AIDS Projects 7,439 Indigent trailed 188,663 Indigent trailed 188,663 Indigent trailed 485,688 Insurance 527,745 Legal expenses 276,447 Library material 43,746 License fees 17,898 License fees 179,588 Local mayoral sports cup 423,649 Medical examination fees 18,44 Medical examination fees 17,588 Official photographs	96,354
Diaconnection fees 62,240 Digging of graves 4,000 Extertainment / Refreshments 126,981 Expendable tools 337,831 Frue basic Services - Electricity 337,831 Frue train Services - Electricity 337,831 Frue free of degrees 49,398 Hire of offices 17,617 Hire of offices 17,617 HIVA/IDS Projects 7,439 Indigent burials 485,688 Indigent burials 485,688 Insurance 527,745 Legal expenses 278,447 Liberacy material 43,746 License fees 1,884 Medical examination fees 1,884 Membership fees 179,688 Official photographs - Promotional material (439) Promotional material (439) Promotional material (439) Promotional material (439) Promotional material (409) Promotional material (400) Repaster licence fee	25,500
Digging of graves	73,529
Enterlationent/ Refreshments 126,891 Expendable tools 28,881 Free basic Services - Electricity 337,831 Free basic Services - Electricity 49,398 Free basic Services - Electricity 48,381 Free of equipment 455,187 Hire of offices 17,617 Hire of offices 7,439 Indigent burials 485,868 Indigent trelief 188,663 Indigent burials 485,868 Insurance 527,745 Legal expenses 278,447 Library material 43,745 License fees 1,884 Medical examination fees 1,884 Membership fees 179,688 Official photographs - Premoticals 4,426 Pauper burials - Prinning and stationery 513,766 Promotional material (43,90) Promotional material (43,90) Promotional material (43,90) Promotional material (20,90) Refuse receptions	30,677
Expendable tools 28,881 Free basic Services - Electricity 337,831 Free basic Services - Electricity 49,398 Hire of equipment 455,187 Hire of offices 17,617 HIVAIDS Projects 7,439 Indigent relief 188,663 Indigent burials 485,868 Insurance 527,745 Legal expenses 278,447 Library material 43,746 License fleas 278,447 License fleas 1,884 Membership flees 179,568 Official photographs - Periodicials 4,426 Pauper burials - Primiting and stationery 513,796 Promotional material (438) Projects tourism 80,302 Prolicity 35,869 Quality Special projects/Grass cutting 142,071 Refuse recepticles 7,086 Study aid - \$154 1,22,071 Refuse recepticles 7,086 Study aid - \$154 1,22,774 <td>21,213</td>	21,213
Free basic Services - Electricity 337,831 Fruitless and wasteful expenses 49,398 Hire of equipment 455,187 Hire of offices 17,617 Hire of offices 7,439 Indigent trellef 188,663 Indigent trellef 485,688 Insurance 527,745 Legal expenses 278,447 License frees 278,447 License frees 1,884 Medical examination fees 1,884 Membership fees 179,568 Official photographs - Periodicals 4,426 Pauper burials 4,426 Pulper burials 4	66,291
Fruites and wasteful expenses	59,534
Hire of equipment	231,185 262,520
Hite of offices 17,617 HIVI/AIDS Projects 7,438 Indigent relief 165,653 Indigent burials 485,686 Insurance 527,745 Legal expenses 278,447 Library material 43,746 License fees 1,884 Medical examination fees 1,884 Membership fees 179,588 Official photographs - Periodicals 4,426 Pauper burials - Printing and stationery 513,796 Promotional material (499) Projects tourism 80,302 Publicity 35,889 Quality Special projects/Grass cutting 140,719 Refuse receptibles 7,098 Study aid - Staff (22,278) Stroty aid - Staff (22,278) Stroty aid - Staff (22,278) Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 1,149,913 Trans	513,006
HIVA/IDS Projects 7,439 Indigent relief 168,683 Indigent relief 168,683 Indigent relief 168,683 Indigent relief 168,685 Insurance 527,745 Legal expenses 278,447 Library material 43,746 License fees 43,746 License fees 43,746 License fees 425,649 Medical examination fees 1,884 Membership fees 179,588 Official photographs - Periodicals 7,988 7,98	64,045
Indigent burials 185,668 Indigent burials 485,688 Insurance 527,745 Legal expenses 278,447 Lichary material 43,746 License fees	5,008
Indigent burials 485,888 Insurance 527,745 Legal expenses 278,447 Library material 43,746 License fees - Local mayoral sports cup 423,649 Medical examination fees 1,884 Membership fees 179,588 Official photographs - Periodicals 4,426 Pauper burials - Printing and stationery 513,796 Promotional material (439) Projects tourism 80,302 Problicity 58,689 Quality Special projects/Grass cutting 142,071 Refuse bags 140,719 Repeater licence fee 11,963 Study aid - Staff (22,278) Street lights 13,516 Street lights 13,516 Small office equipment 9,595 Small office equipment 9,595 Small tools 3,722 Stamps and postage 46,834 Stocks and material 21,949	51,785
Legla expenses 278,447 Library material 43,746 License fees - Local mayoral sports cup 423,649 Medical examination fees 1,884 Membership fees 179,588 Official photographs - Periodicals 4,426 Pauper burials - Prinning and stationery 513,796 Promotional material (439) Projects tourism 80,302 Publicity 36,889 Quality Special projects/Grass cutting 142,071 Refuse bags 140,719 Refuse recepticles 7,098 Study aid - Staff (22,276) Streat lights 13,516 Small office equipment 9,585 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 89,525 Training 89,525 Training 114,913 Travel and subsistence <td>405,045</td>	405,045
Library material 43,746 License fees . Local mayoral sports cup 423,649 Medical examination fees 1,884 Membership fees 179,588 Official photographs - Periodicals 4,26 Pauper burials - Printing and stationery 513,796 Promotional material (439) Projects tourism 80,302 Publicity 36,889 Quality Special projects/Grass cutting 42,071 Refuse recepticles for cefe resembles 11,983 Refuse recepticles 7,098 Study aid - Staff (22,278) Streel lights 13,516 Streel lights 13,516 Streel lights 3,572 Staff (ce equipment) 9,585 Small office equipment 3,572 Stamps and postage 46,834 Stocks and material 221,576 Stocks and material 221,576 Uniforms & overalls 1,149,913 Travel and subsistence 9	490,625
Local mayoral sports cup	231,581
Local mayoral sports cup 423,649 Medical examination fees 1,884 Membership fees 179,568 Official photographs - Periodicals 4,426 Pauper burials - Prinking and stationery 513,796 Promotional material (439) Projects tourism 80,302 Publicity 35,889 Quality Special projects/Grass cutting 142,071 Refuse bags 140,719 Respeater licence fee 11,983 Refuse recepticles 7,098 Study aid - Staff (22,278) Streel lights 13,516 Small office equipment 9,585 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 866,786 Training 89,525 Training 1,449,913 Travel and subsistence 891,675 Uniforms & overalls 10,672 <	18,540
Medical examination fees 1,884 Membership fees 175,688 Official photographs - Periodicals 4,426 Pauper burials - Prioning and stationery 513,796 Promotional material (439) Projects tourism 80,302 Publicity 36,889 Quality Special projects/Grass cutting 140,719 Refuse bags 140,719 Refuse bags 7,098 Study aid - Staff (22,278) Street lights 13,516 Small office equipment 9,585 Small office equipment 9,585 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 885,255 Transport claims 1,149,913 Travel and subsistence 89,525 Uniforms & overalls 2,267,148 WCC 225,109 Water charges 10,672 Weed kille	199
Membership fees 179,568 Official photographs - Periodicals 4,426 Pauper burials - Prinking and stationery 513,796 Promotional material (439) Projects tourism 80,302 Publicity 36,889 Quality Special projects/Grass cutting 142,071 Refuse bags 140,719 Repeater licence fee 11,983 Refuse recepticles 7,098 Study aid - Staff (22,278) Street lights 13,516 Street lights 13,516 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 665,786 Training 89,525 Transport claims 1,149,913 Travel and subsistence 981,675 Uniforms & overalls 10,672 Weed killer programme	231,284
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Periodicals 4,426 Pauper burials - Prinning and stationery 513,796 Promotional material (439) Projects tourism 80,302 Publicity 55,889 Quality Special projects/Grass cutting 142,071 Refuse bags 140,719 Repeater licence fee 11,983 Refuse recepticles 7,098 Study aid - Staff (22,278) Streat lights 13,516 Small office equipment 9,585 Small office equipment 9,585 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 1,949 Telephone cost 866,786 Training 89,525 Trained subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,146 WCC 225,109 Water charges 195,347 Weed Killer programme - Weed Killer progra	3,350
Pauper burials - Printing and stationery 513,796 Promotional material (439) Projects tourism 80,302 Publicity 36,889 Quality Special projects/Grass cutting 142,071 Refuse bags 140,719 Repeater licence fee 11,983 Refuse recepticles 7,098 Study aid - Staff (22,278) Street lights 13,516 Small office equipment 9,585 Small office equipment 9,585 Small fools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 865,786 Training 89,525 Transport claims 1,149,913 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 45,475 Weed killers and insecticides 10,672	8,786
Prinnting and stationery 513,796 Promotional material (439) Projects tourism 80,302 Publicity 36,889 Quality Special projects/Grass cutting 142,071 Refuse bags 140,719 Repeater licence fee 11,983 Refuse recepticles 7,098 Study aid - Staff (22,278) Street lights 13,516 Small toffice equipment 9,585 Small toffice 46,834 Stocks and material 221,576 Sundries 86,834 Stocks and material 221,576 Sundries 866,786 Training 89,525 Transport claims <td< td=""><td>5,875</td></td<>	5,875
Projects tourism 80,302 Publicity 36,689 Quality Special projects/Grass cutting 142,071 Refuse bags 140,719 Repeater licence fee 11,983 Refuse recepticles 7,098 Study aid - Staff (22,278) Street lights 13,516 Small office equipment 9,585 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 866,786 Training 89,525 Transport claims 1,149,913 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant: PMS 210,900 Grant: National Electrification - <	219,542
Publicity 36,889 Quality Special projects/Grass cutting 142,071 Refuse bags 140,719 Repeater licence fee 11,983 Refuse recepticles 7,098 Study aid - Staff (22,278) Street lights 13,516 Small office equipment 9,585 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 866,786 Training 89,525 Transport claims 1,149,913 Travel and subsistence 981,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant: PMS 210,900 Grant: National Electrification - Grant: MAP - Grant: M	16,062
Quality Special projects/Grass cutting 142,071 Refuse bags 140,719 Repeater licence fee 11,983 Refuse recepticles 7,098 Study aid - Staff (22,278) Street lights 13,516 Small office equipment 9,585 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 866,786 Training 89,525 Training 89,525 Training and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killers and insecticides 10,672 Wear Charges 210,900 Grant : PMS 210,900 Grant : MaP - Grant : MaP - Grant : Martin or I 6,810 Grant : FMG 428,282 Grant : Skills Development	88,930
Refuse bags 140,719 Repeater licence fee 11,983 Refuse recepticles 7,098 Study aid - Staff (22,276) Street lights 13,516 Small office equipment 9,585 Small folols 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 865,786 Training 89,525 Transport claims 1,149,913 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killers programme - Ward committees 45,475 Grant: PMS 210,900 Grant: National Electrification - Grant: IMAP - Grant waluation roll 6,810 Grant: FMG 428,282 Grant: Skillis Developm	35,177
Repeater licence fee 11,983 Refuse recepticles 7,098 Study aid - Staff (22,278) Street lights 13,516 Small office equipment 9,585 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 866,786 Training 89,525 Transport claims 1,149,913 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant: PMS 210,900 Grant: National Electrification - Grant: MAP - Grant: MAP - Grant: JMG 428,282 Grant: Community dev workers 6,005 Grant: Skills Development	101,715
Refuse recepticles 7,098 Study aid - Staff (22,278) Street lights 13,516 Small office equipment 9,585 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 666,786 Training 89,525 Transport claims 1,149,913 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant : PMS 210,900 Grant : National Electrification - Grant : MAP - Grant will use to roll 6,810 Grant : FMG 428,282 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300	92,922
Study aid - Staff (22,278) Street lights 13,516 Small office equipment 9,585 Small fools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 865,786 Training 89,525 Training 89,525 Training 1,149,913 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Wead killer programme - Ward committees 45,475 Grant: PMS 210,900 Grant: National Electrification - Grant: MAP - Grant waluation roll 6,810 Grant : FMG 428,282 Grant: Community dev workers 6,005 Grant: Skills Development 1,202 Housing Grant Expenditu	10,894
Street lights 13,516 Small office equipment 9,585 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 866,786 Training 89,525 Transport claims 1,149,913 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant: PMS 210,900 Grant: National Electrification - Grant: MAP - Grant would it or oll 6,810 Grant: FMG 428,282 Grant: Community dev workers 6,005 Grant: Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	19,218
Small office equipment 9,585 Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 666,786 Training 89,525 Transport claims 1,149,913 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant : PMS 210,900 Grant: National Electrification - Grant : MAP 6,810 Grant : MAP 428,282 Grant : FMG 428,282 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	15,210
Small tools 3,572 Stamps and postage 46,834 Stocks and material 221,576 Sundries 21,949 Telephone cost 866,786 Training 89,525 Transport claims 1,149,913 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Wead killer programme - Ward committees 45,475 Grant : PMS 210,900 Grant : National Electrification - Grant : MAP - Grant valuation roll 6,810 Grant : FMG 428,282 Grant : Skillis Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	109,644
Stocks and material 221,576 Sundries 21,949 Telephone cost 865,786 Training 89,525 Transport claims 1,149,913 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant : PMS 210,900 Grant : National Electrification - Grant : MAP - Grant valuation roll 6,810 Grant : FMG 428,282 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	209
Sundries 21,949 Telephone cost 656,766 Training 89,525 Transport claims 1,149,913 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Wead killer programme - Ward committees 45,475 Grant : PMS 210,900 Grant : National Electrification - Grant : MAP 6,810 Grant : MAP 428,282 Grant : FMG 428,282 Grant : FMIS 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	50,477
Telephone cost 866,786 Training 89,525 Transport claims 1,149,913 1 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Wead killer programme - Ward committees 210,900 Grant: PMS 210,900 Grant: National Electrification - Grant willuation roll 6,810 Grant : FMG 428,282 Grant: Community dev workers 6,005 Grant: Skillis Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	116,422
Training 89,525 Transport claims 1,149,913 1 Travel and subsistence 891,675 103,644 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant: PMS 210,900 Grant: National Electrification - Grant: MAP - Grant wouluation roll 6,810 Grant: FIMG 428,282 Grant: Community dev workers 6,005 Grant: Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	74,316
Transport claims 1,149,913 1 Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant : PMS 210,900 Grant: National Electrification - Grant : MAP - Grant waluation roll 6,810 Grant : FMG 428,282 Grant: Community dev workers 6,005 Grant: Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	777,301
Travel and subsistence 891,675 Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant : PMS 210,900 Grant : National Electrification - Grant : MAP - Grant willuation roll 6,810 Grant : FMG 428,282 Grant : Community dev workers 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	79,127
Uniforms & overalls 103,644 Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant: PMS 210,900 Grant: National Electrification - Grant and the standard or roll 6,810 Grant: FMG 428,282 Grant: Community dev workers 6,005 Grant: Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	,395,320
Valuation costs 2,267,148 WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant : PMS 210,900 Grant : National Electrification - Grant : PMG - Grant : FMG 428,282 Grant : Community dev workers 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	597,595
WCC 225,109 Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant : PMS 210,900 Grant : National Electrification - Grant : MAP - Grant valuation roll 6,810 Grant : FMG 428,282 Grant : Community dev workers 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	43,309
Water charges 195,347 Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant : PMS 210,900 Grant : National Electrification - Grant valuation roll 6,810 Grant : FMG 428,282 Grant : Community dev workers 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	49,345 270,501
Weed killers and insecticides 10,672 Weed killer programme - Ward committees 45,475 Grant: PMS 210,900 Grant: National Electrification - Grant valuation roll 6,810 Grant : FMG 428,282 Grant: Community dev workers 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	477,683
Weed killer programme 45,475 Ward committees 45,475 Grant : PMS 210,900 Grant : National Electrification - Grant : MAP - Grant : FMG 428,282 Grant : Community dev workers 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	6,165
Ward committees 45,475 Grant : PMS 210,900 Grant : National Electrification - Grant : MAP - Grant valuation roll 6,810 Grant : FMG 428,282 Grant : Community dev workers 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	6,630
Grant : National Electrification - Grant : MAP 6,810 Grant valuation roll 6,810 Grant : FMG 428,282 Grant : Community dev workers 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	-
Grant : National Electrification - Grant : MAP - Grant valuation roll 6,810 Grant : FMG 428,282 Grant : Community dev workers 6,005 Grant : Skills Development 311,560 housing Grant Expenditure 77,300 Cash shortages 1,202	11,146
Grant valuation roll 6,810 Grant : FMG 428,282 Grant : Community dev workers 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	512,098
Grant : FMG 428,282 Grant : Community dev workers 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	369,513
Grant : Community dev workers 6,005 Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	
Grant : Skills Development 311,560 Housing Grant Expenditure 77,300 Cash shortages 1,202	548,439
Housing Grant Expenditure 77,300 Cash shortages 1,202	1,900
Cash shortages 1,202	35,655
CANADA AND AND AND AND AND AND AND AND AN	322,040
Contribution - Leave pay provision 784 215	
Mayoral functions 243,824	191,357
Grant P/Cons HR Systems -	59,892
Stores shortages 341,155	400 000
Formalise Unit M -	400,000
Grant : LUMS 56,088	47,045
Grant Project Consolidate Comm Consultant 219,465 Grant : Municipal Governance 125,881	133,482
Grant Bookkeeping training 98,788	(12) (12)
Other -	188,721
15178/168	,255,066

	2009	2008
	R	R
30 GAIN ON SALE OF LAND		
Land	1,922,667	4,060,515
Total Gain on Sale of Land	1,922,667	4,060,515
SERVICE STATE OF THE STATE OF T	20	
31 CASH GENERATED BY OPERATIONS		
Surplus/(deficit) for the year	4,418,259	1,376,396
Adjustment for:-		2,991,529
Prior year	6 520 004	7.481.024
Depreciation and amortisation	6,530,061	
(Gain) / loss on sale of assets	(1,922,667)	(4,060,515)
Contribution to provisions for bad debts	4,050,720	4,030,308
Contribution to provisions - current	395,000	10
Housing grants received	50,580	-
Finance costs	32,768	148,222
Interest earned	(1,627,740)	(1,920,261)
Operating surplus before working capital changes:	11,926,981	10,046,703
(Increase)/decrease in inventories	192,018	336,700
(Increase)/decrease in trade receivables	(5,268,618)	(5,202,570)
(Increase)/decrease in other receivables	(66,631)	(1,449,660)
(Increase)/decrease in VAT receivable	456,653	(2,027,594)
Increase/(decrease) in conditional grants and receipts	1,930,456	1,838,731
Increase/(decrease) in trade payables	2,109,174	(5,192,787)
Cash generated by/(utilised in) operations	11,280,033	(1,650,477)
32 CASH AND CASH EQUIVALENTS Cash and cash equivalents included in the cash flow statement comprise the following:		*
Bank balances and cash	10,160,554	11,987,398
Bank overdrafts		(363,562)
Net cash and cash equivalents (net of bank overdrafts)	10,160,554	11,623,836
33 CHANGE IN ACCOUNTING POLICY		
Postelescent of Comparative amounts		
Restatement of Comparative amounts. A reconciliation of the deficit reported in the previous year's annual financial statements to the restated comparative amounts in the Statement of Financial Performance is set out below:		
Surplus previously reported		3,498,682
Depreciation 2005/2007	_	(6,735,849)
Depreciation 2006/2007	-	(3,237,167)
UNAUTHORISED FRUITLESS AND WASTEFUL EXPENDITURE 34 DISALLOWED		
34 DISALLOWED		
34 DISALLOWED Fruitless and wasteful expenditure	884,994	622,474
34 DISALLOWED Fruitless and wasteful expenditure Reconciliation of unauthorised fruitless and wasteful expenditure	884,994 45,398	622,474 262,520 884,994

The loss control committee will meet during the ensuing year, 2009/2010 to deal with this issue. $\mbox{\ }^{\star}$

NOTES TO THE FINANCIAL STATEMENTS for the year ended 30 June 2009

2009

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2008

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ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT Contributions to organised local government Amount paid - current Audit fees Amount paid - current year		178,568	118,701
Amount paid - current Audit fees		178,568	118,701
			Wite Transport to Add to 19 to News
580 (1000 000 000 1000 000 000 000 000 000		724,674	799,164
VAT		124,014	755,104
Opening balance		2,213,827	186,233
Current year output vat		(3,363,223)	(3,497,620)
Current year input vat		6,860,323	4,814,071
Amount paid current year		CHAIN CONSTANT BACK	711,143
Amount refunded by SARS - current Amount due by SARS		(3,953,753) 1,757,174	2,213,827
VAT receivables and payables are shown in note 12. All VAT returns have been submitted by the due date throughout the year.			
PAYE and UIF			
		4 E4E 2E4	4 407 000
			4,407,960 (4,407,960)
Balance		(4,040,004)	(4,407,900)
Pension and Medical Aid Deductions Opening balance			
		13,192,845	11,422,621
mount paid - current year lalance	1	(13,192,845)	(11,422,621)
ouncillor's arrear consumer accounts			
ne rollowing Councillors had arrear accounts outstanding for more than 90 axs as at: -	Total	Outstanding less	Outstanding more
	P		than 90 days R
s at 30 June 2009	IX.	K	K
R Khumalo	752	147	605
	6,903	630	6,273
	5,196	702	4,494
			271
otal Councillor Arrear Consumer Accounts	19,826	1,803	6,380 18,023
			509
A Sibiya			3,664 9,463
P Dlamuka	7,494	93	7,401
J Manana	869	579	290
	1,452	494	958
			2
			4,911
			964
R Shwala			3,840 4,898
etal Councillor Arrear Consumer Accounts	41,048	4,150	36,898
APITAL COMMITMENTS			
ommitments in respect of capital expenditure			
pproved and contracted for		16.425.000	4,832,440
pproved but not yet contracted for		1,459,700	23,844,760
tal	-	17,884,700	28,677,200
		GRAS MARKANAS	
			25,367,440
Will ladde a constant and a constant a const	_		3,309,760 28,677,200
oration learner	=	7,7,00	2010/1/200
PRINCE PROGRAMMENT SECTION AND THE PROGRAMMENT SECTION AND			
rating leases which fall due as follows:			
erating leases - lessee			
hin one year		783 066	601,044
eater than one year		1,766,976	2,550,042
al	_	2,550,042	3,151,087
erating lease payments represent amounts payable by the municipality certain assets. All leases are negotiated for seperately and rentals are			
	peen submitted by the due date throughout the year. PAYE and UIF Dening balance Current year payroll deductions Indianate description and Medical Aid Deductions Dening balance Current year payroll deductions and Council Contributions Dening balance Current year payroll deductions and Council Contributions Dening balance Current year payroll deductions and Council Contributions Dening balance Current year payroll deductions and Council Contributions Dening Councillors had arrear accounts outstanding for more than 90 ays as at: I set 30 June 2009 I R Khumalo L Buthelezi INZ Buthelezi	PAYE and UIF Dening balance Unrent year payroll deductions wount paid - current year stalance Lension and Medical Aid Deductions pening balance Unrent year payroll deductions and Council Contributions mount paid - current year stalance Lension and Medical Aid Deductions pening balance Unrent year payroll deductions and Council Contributions mount paid - current year stalance Lension and Medical Aid Deductions Depening balance Unrent year payroll deductions and Council Contributions mount paid - current year stalance Lension and Medical Aid Deductions Depening balance Unrent year payroll deductions and Council Contributions mount paid - current year stalance Lension and Medical Aid Deductions Depening balance Unrent year payroll deductions Depening balance Depening bala	AVE and UIF posining balance Urrent year payoll deductions and Council Contributions Urrent year payoll deductions Urrent year year year year year year year year

2009 2008 R 37 RETIREMENT BENEFIT INFORMATION funds administered by the Natal Joint Municipal Pension Fund. These funds are subject to a triennial actuarial valuation. The last valuation was performed in 2008 The Fund's Actuary confirmed that, at the valuation date, the Fund was fully funded and financially sound on the DCF method. The Fund's Actuary confirmed that, at the valuation date, The Fund's Actuary confirmed list, at the valuation date,

- the Memorandum account was fully funded
- the Fund's liabilities for members exceeded the value of the assets,
however, it was anticipated that the surcharge of 17 % of pensionable
salaries, which currently applies, will enable the shortfall to be eliminated by July 2010. 37.3 Provident Fund
The Fund's Actuary confirmed that, at the valuation date, the Fund was in a sound financial position. 38 CONTINGENT LIABILITY Claim for damages
The following matters are currently on the roll of the high court and as at balance sheet date the following amounts represent possible liabilities, they are an estimate from the Municipality's attorneys. 2,300,000 38.1 D.N. Nzimande on behalf of S.E. Nzimande vs Ulundi Municipality 100,000 38.2 G.M. Zondo on behalf of L.Z. Zondo vs Ulundi Municipality 2,400,000 The Municipality is being sued by these ratepayers for damages arising from incidents relating to electric shock injuries sustained. 39 RELATED PARTIES 2,573,968 2,273,442 Compensation paid to members of key management (refer note 23) 9,129,459 8,379,293 Compensation paid to councillors (refer note 24) There were no related party transactions during the 2008/2009 financial year. 40 EVENTS AFTER THE REPORTING DATE There have been no events after the reporting date that require disclosure.

41 KEY SOURCES OF ESTIMATION UNCERTAINTY AND JUDGEMENTS

No areas have involved a significant degree of estimation, uncertainty or judgements made by management in applying the municipalities accounting policies and that have a material and significant affect on the amounts recognised in the financial statements.

42 DISTRIBUTION LOSSES

The municipality incurred distribution losses on Electricity amounting to approximately 20,884,372 units, this equates to approximately 30% of total purchases. These losses are calculated as the difference between power supplies purchased from Eskom and amounts invoiced out to consumers. These losses are not incurred in connection with "Pre-paid Electricity Card" sales.

2009

2008

43 RISK MANAGEMENT Maximum credit risk exposure Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or consumer contract, leading to financial loss. The municipality is exposed to credit risk from its operating activities (primarily for trade receivables) and from its financing activities, including deposits with banks and financial institutions. Credit risk consists mainly of cash deposits, cash equivalents and trade debtors. The municipality only deposits cash with major banks with high quality credit standing and limits exposure to any one counter-party. Trade receivables comprise a widespread customer base. Management evaluates credit risk relating to customers on an ongoing basis. If customers are independently rated, these ratings are used. Otherwise, if there is no independent rating, risk control assesses the credit quality of the customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by EXCO. 90,172,317 84,903,699 Credit risk from balances with banks and financial institutions is managed by the municipalty's finance and management committee in accordance with the municipality's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit facilities are reviewed by MANCO on an annual basis , and may be updated throughout the year subject to approval by EXCO. Financial assets exposed to credit risk at year end were as follows: First National Bank Call Investments 8,704,429 11,813,589 These balances represent the maximum exposure to credit risk.

43.1 Liquidity risk

The municipality's risk to liquidity is a result of the funds available to cover future commitments. The municipality manages liquidity risk through an ongoing review of future commitments and credit facilities.

Cash flow forecasts are prepared and adequate utilised borrowing facilities are monitored.

43.2 Interest rate risk

As the municipality has no significant interest-bearing liabilities, the municipality's income and operating cash flows are substantially independent of changes in market interest rates.

44 COMPARISON WITH THE BUDGET

The comparison of the Municipality's actual financial performance with that budgeted is set out in Annexures E(1) and E(2)

45 RECLASSIFICATION

In the current year the municipality has reclassified investments of R8,704,429 (2008 R 11,813,589) from investments per note 6 to cash and cash equivalents per note 1

Irregular and unauthorised expenditure as disclosed in the prior years has in the current year been disclosed as fruitless and wasteful expenditure.

In the current year the municipality has reclassified land of R5,915,000 2008 R5,915,000) from Property, Plant, and Equipment to Investment Property per note 9.

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APPENDIX A SCHEDULE OF EXTERNAL LOANS as at 30 June 2009

				Redeemed /	
			Keceived	written off	
	Kedeemable	Balance at 30	during the	during the	Balance at 30
EXTERNAL LOANS	Date	June 2008	period	period	June 2009
		æ	R	œ	2
Umsekele Services	2009	937,500	î	937,500	ì
TOTAL EXTERNAL LOANS		937,500	1	937,500	r
			Annual Control of the last of		

Ulundi Municipality

ANALYSIS OF PROPERTY PLANT AND EQUIPMENT as at 30 June 2009

The state of the s	The second secon	SCHOOL STATE OF THE PARTY OF TH	Common or other party of the last of the l	THE PERSON NAMED IN COLUMN TWO IS NOT THE OWNER.		THE PERSON NAMED IN COLUMN 2 IS NOT THE OWNER, THE PERSON NAMED IN COLUM			The second name of the second na
		J =	Cost / Revaluation Reclassificati	uc		Accum	Accumulated Depreciation	ion	
			on to						
	Opening		Investment	Under	Closing	Opening		Closing	
2009	Balance	Additions	Properties	Construction	Balance	Balance	Depreciation	Balance	Carrying Value
	œ	œ	œ	œ	ĸ	œ	œ	œ	œ
Land	5,915,000	ï	(5,915,000)		£ and a second	COMMISSION OF STREET		AND CONTRACTOR OF THE PERSON O	
Refuse Disposal Site	52,206		(5 045 000)	1 1	52,206	(26,069)	(1,307)	(27,376)	24,830
	0,200,0		(0,0,0,0,0)		25,500	(2000)	(100(1)	(0.10(1-)	
Buildings	28,717,079	2,140,619			30,857,698	(8,639,079)	(1,191,362)	(9,830,441)	21,027,257
Infracture									
Roads	47,688,901	3,784,609	t	3,733,700	55,207,210	(22,790,678)	(1,372,757)	(24,163,435)	31,043,775
Sewerage	556,189	ı	ı	1	556,189	(278,094)	(27,809)	(305,903)	250,286
Electrical Infrastructures	63,081,215	340,493	•	t	63,421,708	(21,820,569)	(3,066,324)	(24,886,893)	38,534,815
Water Mains & Purification	1,136,743	ì	ī		1,136,743	(568,372)	(56,837)	(622,209)	511,534
Robots	559,058	ı	ľ	1	559,058	(111,812)	(27,953)	(139,765)	419,293
	113,022,106	4,125,102	r	3,733,700	120,880,908	(45,569,525)	(4,551,680)	(50,121,205)	70,759,703
Community Assets					11	(000 000)	(107.07)	(000 220)	037 700 1
Sport Facilities	1,580,398	695,363	ť	e 1 %	197,672,7	(4.246,266)	(19,704)	(386,776)	275 560
Taxi Rank	1,802,799	- 263 711	3	4.489 541	1,602,799	(1,246,950)	(132,263)	(186 817)	4 727 269
Cemelenes	100,000	7,002	ť	t c 'cot't	000't-0't	(100,10)	(105,500)	(10,001)	
	3,544,031	959,074	•	4,489,541	8,992,646	(1,599,792)	(392,247)	(1,992,039)	7,000,607
Other Assets									
Office & Computer Equipment	2,739,886	420,402	1	ĕ	3,160,288	(2,416,050)	(587,384)	(2,713,444)	440,644
Fencing	11,316	r	1	ì	11,316	(11,316)	1 00	(11,316)	1 004
Air Conditioners	207,026	ij	ı	ì	207,026	(38,636)	(6,266)	(44,902)	162,124
Motor vehicles	4,470,903	Ţ	£	•	4,470,903	(4,470,903)	1	(4,470,903)	ì
Furniture & Fittings	1,752,044	25,358	1	1	1,777,402	(1,741,210)	(21,854)	(1,763,064)	14,338
	12,742,192	465,124	1		13,207,316	(10,894,379)	(393,464)	(11,287,843)	1,919,473
Total	163,992,614	7,689,919	(5,915,000)	8,223,241	173,990,774	(66,728,844)	(6,530,060)	(73,258,904)	100,731,870
									The state of the s

ANALYSIS OF PROPERTY PLANT AND EQUIPMENT as at 30 June 2008

				as at 30 June 2008	008				
		Ö	Cost / Revaluation	-		Accum	Accumulated Depreciation	no	
2008	Opening Balance R	Additions R	Disposals R	Under Construction R	Closing Balance R	Opening Balance R	Depreciation R	Closing Balance R	Carrying Value R
Land Land Refuse Disposal Site	5,915,000 52,206				5,915,000	(26,069)		- (26,069)	5,915,000
	5,967,206		E	•	5,967,206	(26,069)	,	(26,069)	5,941,137
Buildings	21,325,305	4,629,063		2,762,711	28,717,079	(6,716,129)	(1,922,950)	(8,639,079)	20,078,000
Infrastructure Roads Sewerage Electrical Infrastructures Water Mains & Purification Robots	47,688,897 556,189 59,806,835 1,136,743 559,058	3,309,397	35,017		47,688,901 556,189 63,081,215 1,136,743 559,058	(22,790,678) (278,094) (18,327,622) (568,372) (111,812)	(3,457,930)	(22,790,678) (278,094) (21,820,569) (568,372) (111,812)	24,898,223 278,095 41,260,646 568,371 447,246
	109,747,722	3,309,397	35,017		113,022,106	(42,076,578)	(3,457,930)	(45,569,525)	67,452,581
Sport Facilities Taxi Rank	1,580,398				1,580,398	(298,288) (1,246,950)	ü	(298,288) (1,246,950)	1,282,110
Cemeteries	160,834				160,834	(54,554)		(54,554)	106,280
	3,544,031		-	ı	3,544,031	(1,599,792)		(1,599,792)	1,944,239
Other Assets Office & Computer Equipment	2,739,886				2,739,886	(2,416,050)		(2,416,050)	323,836
Air Conditioners	207,026				207,026	(38,636)		(38,636)	168,390
Motor vehicles	4,602,526		131,623		4,470,903	(4,253,400)	(85,880)	(4,470,903)	4
Furniture & Fittings Machinery & Equipment	1,793,078 3,561,017		41,034		1,752,044	(1,741,210) (160,966)	(2,014,264)	(1,741,210) (2,216,264)	10,834 1,344,753
	12,914,849	1	172,657		12,742,192	(8,621,578)	(2,100,144)	(10,894,379)	1,847,813
Total	153,499,113	7,938,460	207,674	2,762,711	163,992,614	(59,040,146)	(7,481,024)	(66,728,844)	97,263,770

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Ulundi Municipality

SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT For the year ended 30 June 2009

			-	i or and jour orland se came most						
			Cost / Revaluation	ation		'	Accumulated Depreciation	Depreciation		
				Reclassification						
	Opening	1000	Under	to Investment	Closing	Opening	Current		Closing	Carrying
2009	Balance	Additions	Additions Construction	Properties	Balance	Balance	Depreciation	Disposals	Balance	value
	2	œ	œ	œ	œ	Ω.	ĸ	œ	2	œ
Executive & Council	11,212,893 2,140,620	2.140.620	1	(5,915,000)	7,438,513	3,052,391	485,324	ı	3,537,715	3,900,798
Finance & Admin	14 020 166	387,266	1		14,407,432	3,734,552	474,594	1	4,209,146	10,198,286
Hooff	183 654		1		183,654	183,654		1	183,654	1
Community & Social Services	9 476 134	961 643	4 489 541	1	14,927,318	3,638,540	368,589	,	4,007,129	10,920,189
Public Safety	1,495,121	75,289		r	1,570,410	1,028,336	49,521	1	1,077,857	492,553
Waste Management	2,079,634	1	1	1	2,079,634	2,075,909	3,725	i	2,079,634	I.
Road Transport	46.994.171	3.784.609	3,733,700	ř.	54,512,480	22,987,119	1,407,991	,	24,395,110	30,117,370
Flectricity	73.945.589			3	74,286,082	27,735,715	3,511,055	i.	31,246,770	43,039,312
Housing	4,585,247	1	,	ľ	4,585,247	2,292,624	229,262	1	2,521,886	2,063,361
Total	163,992,609 7,689,920	7,689,920	8,223,241	(5,915,000)	173,990,770	66,728,840	6,530,061		73,258,901	100,731,869
				The state of the s						

For the year ended 30 June 2008

Opening Additions Construction Disposals Balance Closing Opening Current Disposals Balance Depreciation Disposals PR R				Cost / Revaluation	tion			Accumulated Depreciation	Depreciation		
Opening Under Balance Closing Opening Current Balance R			-								
2008 Balance Additions Construction Disposals Balance Balance Depreciation Disposals R <		Opening		Under		Closing	Opening	Current		Closing	Carrying
R R R R R R R R R R R R R R R R R R R	2008	Balance	Additions	Construction	Disposals	Balance	Balance	Depreciation	Disposals	Balance	value
8 Council 13,868,718 - 2,094,950 (41,034) 15,922,634 4,395,194 490,721 (41,034) 15,922,634 4,395,194 490,721 (41,034) 15,922,634 4,395,194 490,721 (41,034) 183,654 183,654 183,654 183,654 1,495,121 1,495,12		ď	CZ.	ĸ	R	æ	ď	œ	œ	æ	œ
& Admin 8,544,407 1,602,561 273,132 - 183,654 -	ionio & evituacy	13 868 718	31	2 094 950	(41,034)	15,922,634	4,395,194	490,721	(41,034)	4,844,881	11,077,753
try & Social Services 4,666,229	Executive & countries	8 544 407	l			8,544,407	1,602,561	273,132	i	1,875,693	6,668,714
ity & Social Services	This is a contract of the cont	183.654	ı	ī	,	183,654	183,654	1	1	183,654	1
Accreation 3,373,240 - 32,886 (37,830) 3,368,305 1,261,519 185,718 (37,830) 3,309,398	Community & Social Services	4 666 229	1	,	3	4,666,229	1,251,422	139,902	ı	1,391,324	3,274,905
Accreation 3,373,240 - 32,886 (37,830) 3,368,305 1,261,519 185,718 (37,830) 3,368,305 3,373,240 - 2,079,634 2,072,184 3,725 3,	Dublic Safety	1 495 121	1	ı	1	1,495,121	994,130	34,206	i	1,028,336	466,785
anagement 2,072,184 3,725 - 2,072,184 3,725 - 3,072,184 3,725 - 3,072,184 3,984,757 4,629,063 634,866 (46,896) 73,945,589 24,359,699 3,457,930 (81,914) 4,585,247 2,063,361 229,262 (81,914) 4,585,247 2,063,361 229,262 (20,316) 2,063,361	Sport & Decreation	3 373 240	1	32.895	(37,830)	3,368,305	1,261,519	185,718	(37,830)	1,409,407	1,958,898
43,984,757 4,629,063 634,866 (46,896) 49,201,790 21,271,767 2,666,427 (46,896) 73,945,589 24,359,699 3,457,930 (81,914) 73,945,589 24,359,699 3,457,930 (81,914) 4,585,247 2,063,361 229,262 4,569,699 3,457,930 (81,914) 4,585,247 2,063,361 229,262 4,569,699 3,457,930 (81,914) 4,585,247 2,063,361 229,262 4,599,649 3,455,491 7,481,023 (207,674)	Mosto Management	2,079,634		'	•	2,079,634	2,072,184	3,725	1	2,075,909	3,725
70,718,105 4,585,247 7,500,442 7,500	Road Transport	43 984 757			(46.896)	49,201,790	21,271,767	2,666,427	(46,896)	23,891,298	25,310,492
4,585,247 2,063,361 229,262 - 4,585,247 2,063,361 229,262 - 4,585,247 2,063,361 229,262 - 4,585,247 2,063,361 2,007,674) 69,455,491 7,481,023 (207,674) 6	Flootricity	70 718 105			(81,914)	73,945,589	24,359,699	3,457,930	(81,914)	27,735,715	46,209,874
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Housing	4 585 247				4,585,247	2,063,361	229,262	1	2,292,623	2,292,624
(30,430,12)	Total	153,499,112	7,938,461	2,762,711	(207,674)	163,992,610	59,455,491	7,481,023	(207,674)	66,728,840	97,263,770

SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE for the year ended 30 June 2009 Ulundi Municipality

8 -	8	<u>0</u> –	30,11 11,6 1,3 3,8 4,1 4,1 5,0		30,1 11,6 4,5 7,8 8,4,7 5,6
1,588,303 55,409,556 2,594,117 61,143 996,434 734,786	1,5 55,4 2,5 2,5 7	2		1,5 55,4 2,5 9 9 7 7,4 14,4	1,5 2,5,4 2,5,4 9 9 7 7,4 14,4
Executive & Council Finance & Admin Planning & Development Community & Social Services Public Safety Sport & Recreation Environmental Protection	Finance & Admin anning & Development munity & Social Services Public Safety Sport & Recreation vironmental Protection Waste Management	inance & Admin inance & Admin ning & Development ninty & Social Services Public Safety bort & Recreation onmental Protection aste Management Road Transport	nrce & Admin g & Development g & Development g & Social Services hblic Safety c & Recreation nental Protection s Management ad Transport Housing	nce & Admin ag & Development g & Development y & Social Services Jublic Safety c & Recreation nental Protection ad Transport Housing Electricity	we & Counton ce & Admin & Development & Social Services olic Safety & Recreation ental Protection Management d Transport Housing electricity Other
2,5					
0,12			7,7	7,4	7,4
			9 7,4 14,4	7,4	7,4
			7,4	734,786 7,437,843 14,412,180 44,040 22,920,975	734,786 7,437,843 14,412,180 44,040 22,920,975
ı	7,437,843	7,437,843	7,437,843 14,412,180 44,040	7,437,843 14,412,180 44,040 22,920,975	7,437,843 14,412,180 44,040 22,920,975
	7,437,843	7,437,843	7,437,843 5,4 14,412,180 5,0 44,040	7,437,843 14,412,180 44,040 22,920,975	7,437,843 14,412,180 44,040 22,920,975

Ulundi Municipality APPENDIX E (1)

ACTUAL VERSUS BUDGET (REVENUE AND EXPENDITURE) FOR THE YEAR ENDED 30 JUNE 2009

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	100	2
	ä	2
ļ	Ц	Ц
	1	
ì	ň	ř

Property rates

Property rates - penalties imposed

and collection charges Service charges

Interest earned - external investments Rental of facilities and equipment

This interest has been included within normal income received on the consumer

14.24 Increased use of Municipal facilities 103.47 Under budgetted

24,553

172,480

800,000

1,627,740

(100.00) accounts

(2,500)

2,500

201,770 306,000

716,104

280,330 52,815,761 34,677

78,560

2,322,455 (4,292,287)

50,493,306 15,000

19,677

6,214,954

1,922,667

194, 19 budgetted for

4,645,166 480,898

2,392,025

7,037,191 197,033

21,897,766

2.20

(2.15)

(421,819)

19,611,029

19,189,210

%

œ

œ

œ

Variance

Budget 2009

Actual 2009

2009

38.94 Increased revenue against budget 134.02 Increase income based on general requirements for these services

460 131.18 Recovery of cash shortages , not budgetted for

(69.06) Decline in expected property sales

4.01

4,092,547

106,199,377 | 102,106,830

Collection pressures as a result of the general state of the economy under

Variance Explanation of significant variances greater than 10 % versus budget

Interest earned - outstanding debtors

Licences and permits

Gain on disposal of property, plant and equipment Other income

Government grants and subsidies

Total Revenue

EXPENDITURE

Remuneration of Councillors Employee related costs Bad debts

Depreciation

Repairs and maintenance Interest paid

Contracted services General expenses **Bulk purchases**

Total Expenditure

Surplus (Deficit) for the year

(9.78)

(479,161)

4,897,420

4,418,259

				pu						
		909.43 Grossly under-budgetted, provision adjusted accordingly at year end	(19.80) Fixed Asset Register updated in line with GRAP 17 compliance	Cashflow constraints restricted general repairs and maintenance requirements and	3,245,215 (1,424,600) (43.90) essential items were only addressed	(33.42) Over budgetted	27.49 Usage dictated increased purchases	34.56 Increased use in contracted services	(13.82) Over budgetted	
(9.11)	4.26	909.43	(19.80)		(43.90)	(33.42)	27.49	34.56	(13.82)	4.70
(3,547,827)	372,608	786,204 7,150,009	8,142,728 (1,612,667)		(1,424,600)	(16,450)	3,758,057	2,254,284	(2,361,706)	4,571,708
35,397,753 38,945,580 (3,547,827)	8,756,851	786,204	8,142,728		3,245,215	49,218	13,669,730 3,758,057	6,523,508 2,254,284	17,090,376 (2,361,706)	97,209,410 4,571,708
97,753	9,129,459	7,936,213	6,530,061		1,820,615	32,768	17,427,787	8,777,792	14,728,670	101,781,118

Ulundi Municipality APPENDIX E (2)

ACTUAL VERSUS BUDGET(ACQUISITION OF PROPERTY.PLANT AND EQUIPMENT) FOR THE YEAR ENDED 30 JUNE 2009

	2009	2009	2009	2009	2009
	Additions R	Under Construction R	Total Additions R	Budgeted Additions R	Variance
Buildings	2,140,619	r	2,140,619	5,204,228	(3,063,609)
Infrastructure Roads	3 784 609	2 733 700	7 518 300	270	1000 100 100 100 100 100 100 100 100 10
Electrical Infrastructures	340,493	00.00	340,493	2,250,000	(3,324,303)
Cemeteries	263,711	4,489,541	4,753,252	, i	4,753,252
	4,388,813	8,223,241	12,612,054	13,293,212	(681,158)
Community Assets					11
Sports facilities	695,363	i.	695,363	ı	695,363
Tourism Hub	i	,	1	5,000,000	(5,000,000)
Production Centre	1	3	1	3,000,000	(3,000,000)
	695,363	ı	695,363	8,000,000	(7,304,637)
Other Assets					1
Office & Computer Equipment	420,402	1	420,402	251,300	169,102
Air conditioners		1	t	37,000	(37,000)
Furniture and fittings	25,358	ı	25,358	193,160	(167,802)
Machinery and equipment	19,364	1	19,364	005'889	(669,136)
Vehicles	1	1	1	1,009,600	(1,009,600)
	465,124	1	465,124	2,179,560	(1,714,436)
Total	7,689,919	8,223,241	15,913,160	28,677,000	(12,763,840)

Capital expenditure during the year ended 30 June 2009 was restricted due to cashflow constraints

<u>Ulundi Municipality</u> <u>APPENDIX F</u> <u>DISCLOSURE OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA,ACT 56 OF 2003</u> <u>FOR THE YEAR ENDED 30 JUNE 2009</u>

Description	Unspent balance at 1 July 2008	Received 08/09	Expenditure 08/09	Transfer 08/09	Unspent balance at 30 June 2009	Grants delayed/ Withheld	Compliance with grant conditions YES/NO
	R	R	R	R	R	R	
NER Electricity	1,737,881	-	1.71	-	1,737,881	N/A	YES
Indigent Support	454,867		-	-	454,867	N/A	YES
Management Assistance Program	-	-	-	-	-	N/A	YES
Community Gardens	20	-	-	-	-	N/A	YES
Skills Development	360,320	197,019	311,560	-	245,779	N/A	YES
Finance Management	308,009	500,000	274,084	9	533,925	N/A	YES
Development Planning	191,559	-	920	-	191,559	N/A	YES
Tourism	56,575	30,000	40	-	86,575	N/A	YES
Sector plan	195,588	-	46	7407	195,588	N/A	YES
LUMS	128,205		56,088	-	72,117	N/A	YES
Housing plan	46,771	77,300	44,040	363	80,031	N/A	YES
Anti corruption	8,473	-	*	14.0	8,473	N/A	YES
Library equipment	5,462	-		-	5,462	N/A	YES
MFMA implementation	104,513	-	-	-	104,513	N/A	YES
Dev inform. System (GIS)	15,935	(*)	-		15,935	N/A	YES
nter dept. monitoring	63,780		_	-	63,780	N/A	YES
MSIG	1,070,024	735,000	864,607	(102,947)	837,470	N/A	YES
Strategic planning	4,362	-	-		4,362	N/A	YES
Community development workers	96,087	-	-	-	96,087	N/A	YES
MDIS support	125,000	4	2	-	125,000	N/A	YES
Performance Management	253,764	_	210,900	-	42,864	N/A	YES
MDPCB	80,000	- 4	-	2	80,000	N/A	YES
Capacity building	234,500	4	-	-	234,500	N/A	YES
Valuation roll	244,000	ψ.	4	<u> </u>	244,000	N/A	YES
Tennis courts	117,105	2	117,105	2	=	N/A	YES
luman resources policies	77,108	-	-	2	77,108	N/A	YES
Sovt. structures and human resources	150,000	~		-	150,000	N/A	YES
Community consultation	116,518	-	219,465	102,947	2	N/A	YES
AIG ·	3,263,164	12,394,000	12,487,593	(#	3,169,571	N/A	YES
nvestment Plan	200,000	-	Contract in the contract of th	-	200,000	N/A	YES
Jnit M	560,000		:-	11-11	560,000	N/A	YES
lousing projects		-	-			N/A	YES
REDS	150,000	-		2960	150,000	N/A	YES
V Cable Tester	460		-	100	460	N/A	YES
Basic bookkeeping training	100,000	2 - 2	98,788		1,212	N/A	YES
CBD Roads	670,822	100	670,822	S#6		N/A	YES
ondela roads	1,253,765	-	1,253,765	1 - 2		N/A	YES
Parallel feeders	171,930	-		-	171,930	N/A	YES
Sportsfields	325,000	791,700	572,863	-	543,837	N/A	YES
DM corridor development	-	3,000,000	-,	-	3,000,000	N/A	YES
lectricity supply to households		1,013,000		-	1,013,000	N/A	YES
nplementation of municipal governance	-	500,000	125,881	-	374,119	N/A	YES
otal	12,941,547		17,307,561	0	14,872,005	1,000	120

Princess S A Buthelezi Municipal Manager Ulundi Municipality Private Bag X17 ULUNDI 3838

30 October 2009

Reference: 60637REG2008/09

Dear Princess Buthelezi

MANAGEMENT REPORT ON THE REGULARITY AUDIT AND THE REVIEW OF PERFORMANCE INFORMATION OF THE ULUNDI MUNICIPALITY FOR THE YEAR ENDED 30 JUNE 2009

INTRODUCTION

- This management report is provided to the accounting officer of the Ulundi Municipality in connection with our audit of the financial statements and the review of the performance information for the year ended 30 June 2009.
- 2. The report contains the following main subsections:
 - The Auditor-General's responsibilities
 - The Accounting officer's responsibilities
 - Significant findings from our audit of the financial statements
 - Financial matters
 - Governance matters
 - Significant findings from our review of the performance information
 - Ratings of the audit findings
 - Summary of detailed audit findings
- 3. Annexures A and B contain information on the detailed audit findings. The detailed findings were communicated during the course of the audit and include management's responses thereto.

THE AUDITOR-GENERAL'S RESPONSIBILITIES

- 4. Our responsibility is to express an opinion on the financial statements and to report on findings related to our review of performance information. Our engagement letter sets out our responsibilities in detail. These include the following:
 - Planning and performing the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements, whether caused by fraud or error.
 - Performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including the assessment of the risks of material misstatement of the financial statements.
 - Considering internal controls relevant to the entity's preparation and fair presentation of the financial statements.
 - Evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management.
 - Evaluating the overall presentation of the financial statements.
 - Expressing an opinion on the financial statements based on the audit in accordance with the International Standards on Auditing (ISAs).
 - Evaluating non-compliance with applicable legislation relating to financial matters, financial management and other related matters.
 - Evaluating the appropriateness of controls, systems and processes to ensure the accuracy and completeness of reported performance information.
 - Reading other information in documents containing the audited financial statements.
- 5. Because of the test nature and other inherent limitations of an audit, we do not guarantee the completeness and accuracy of the financial statements or performance information, or compliance with all applicable legislation.
- 6. Having formed an opinion on the financial statements we may draw the user's attention, when in our opinion it is necessary to do so, by way of additional communication in the auditor's report to:
 - a matter, although appropriately presented or disclosed in the financial statements, that is
 of such importance that it is fundamental to user's understanding of the financial
 statements; or
 - as appropriate, any other matter that is relevant to the user's understanding of the auditor's responsibilities or the auditor's report.

These items are normally included under the headings 'emphasis of matter' and 'other matters' respectively in the auditor's report and include an indication that they do not affect the auditor's opinion.

THE ACCOUNTING OFFICER'S RESPONSIBILITIES

- 7. The accounting officer's responsibilities are set out in detail in the engagement letter. These include the following:
 - The preparation and fair presentation of the financial statements in accordance with the Standards of Generally Recognised Accounting Practice (Standards of GRAP), as set out in accounting policy note 1.
 - Designing, implementing and maintaining internal controls relevant to the preparation of the financial statements.

- Selecting and applying appropriate accounting policies, and making accounting estimates that are appropriate in the circumstances.
- Disclosing known instances of non-compliance or suspected non-compliance with laws and regulations, of which the effects should be considered when preparing financial statements.
- Monitoring and reporting on performance against predetermined objectives.
- Providing access to all information that is relevant to the preparation of the financial statements and performance information, such as records, documents and other matters.
- Disclosing all matters concerning any risk, allegation or instances of fraud.
- Accounting for and disclosing related party relationships and transactions.

SIGNIFICANT FINDINGS FROM OUR AUDIT OF THE FINANCIAL STATEMENTS

FINANCIAL MATTERS

Material misstatements not corrected at the date of this report

8. All material misstatements have been corrected at the date of this report.

Material misstatements corrected during the audit

9. The following represents the material misstatements arising from a difference between the amount, classification or presentation of a reported financial statement item and the amount, classification or presentation that is required for the item to be in accordance with the applicable financial reporting framework. These misstatements were identified during the audit and were corrected by management. These misstatements were not prevented or detected by the municipality's system of internal control. We urge management to implement improved controls over the matters reflected as the root cause for the misstatements.

Financial statement line item	Reason for misstatement	Dr	Cr	Root cause(s) (as per table below)	
	September 200	R	R		
Operating expenditure	Costs incorrectly	2 192 208		M 1, CA 4	
Intangible assets	capitalised		2 192 208		
Bad debts adjustment	Provision for	2 414 652		CE 1	
Provision for bad debts	doubtful debts understated		2 414 652	OL 1	
Creditors	Errors on the leave	584 941		CE 1	
Leave adjustment account	provision accrual		584 941	CET	
Cash and bank	Receipts not	429 081		CE 1, CA 4	
Trade Debtors	recorded		429 081		
VAT input	Incorrect treatment	465 941			
Electricity bulk purchase expense account	of VAT on bulk purchases		465 941	CE 1	

10. The following represents the material misstatements that arose from a difference between the disclosures in the financial statements and the **disclosures** required by the financial reporting framework. These misstatements were identified during the audit and were corrected by management. These misstatements were not prevented or detected by the municipality's system of internal control. We urge management to implement improved controls over the matters reflected as the root cause for the misstatements.

Financial statement line item	Disclosure	Amount R	Root cause(s) (as per table below)	
Cash and bank	Short term deposits disclosed as investments instead of cash and bank	8 704 492	M 1	
Accumulated surplus	Reserves shown separately in AFS and should be disclosed as Accumulated Surplus in terms of GRAP	104 657 995	M 1	
Contingencies	Disclosure incomplete	2 400 000	M 1	

Legend	
CE = Control environment (ISA 315.14(b) and A69-A75)	新华
The organisational structure does not address areas of responsibility and lines of reporting to support effective control over financial reporting.	1
Management and staff are not assigned appropriate levels of authority and responsibility to facilitate control over financial reporting.	2
Human resource policies do not facilitate effective recruitment and training, disciplining and supervision of personnel.	3
Integrity and ethical values have not been developed and are not understood to set the standard for financial reporting.	4
The accounting officer/authority does not exercise oversight responsibility over financial reporting and internal control.	5
Management's philosophy and operating style do not promote effective control over financial reporting.	6
The entity does not have individuals competent in financial reporting and related matters.	7
RA = Risk assessment	
Management has not specified financial reporting objectives to enable the identification of risks to reliable financial reporting.	1
The entity does not identify risks to the achievement of financial reporting objectives.	2
The entity does not analyse the likelihood and impact of the risks identified.	3
The entity does not determine a risk strategy/action plan to manage identified risks.	4
The potential for material misstatement due to fraud is not considered.	5
CA = Control activities	1121
There is inadequate segregation of duties to prevent fraudulent data and asset misappropriation.	11
General information technology controls have not been designed to maintain the integrity of the	2
information system and security of the data.	
Manual or automated controls are not designed to ensure that the transactions occurred, are authorised, and are completely and accurately processed.	3
Actions are not taken to address risks to the achievement of financial reporting objectives.	4
Control activities are not selected and developed to mitigate risks over financial reporting.	5
Policies and procedures related to financial reporting are not established and communicated.	6
Realistic targets are not set for financial performance measures, which are in turn not linked to an effective reward system.	7
© = Information and communication	
Pertinent information is not identified and captured in a form and time frame to support financial reporting.	1
Information required to implement internal control is not available to personnel to enable internal control responsibilities.	2
Communications do not enable and support the understanding and execution of internal control processes and responsibilities by personnel.	3
of occases and responsibilities by personner. Vi = Monitoring:	54 7647 J. S.
Ongoing monitoring and supervision are not undertaken to enable an assessment of the effectiveness of	1
nternal control over financial reporting.	-
Reviews by internal audit, the audit committee or self-assessment are not evident.	2
nternal control deficiencies are not identified and communicated in a timely manner to allow for corrective action to be taken.	3
Page 4 of 59	